



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor
Kathleen Clarke
Executive Director
Lowell P. Braxton
Division Director

1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801
801-538-5340
801-359-3940 (Fax)
801-538-7223 (TDD)

May 19, 2000

CERTIFIED RETURN RECEIPT
Z 230 748 198

Spenst Hansen
Mammoth Mining Company
P.O. Box 190
Eureka, Utah 84628

Re: Permit Transfer, Mammoth Mining Company, Mammoth Mine (S/023/041) and Eureka/Sunbeam/West Mammoth Exploration Project (E/023/033), Juab County, Utah

Dear Mr. Hansen:

On April 27, 2000, we received completely signed transfer documents for the Mammoth Mine (S/023/041) and the Eureka/Sunbeam/West Mammoth Exploration Project (E/023/033) transferring these two projects from Grand Central Silver Mines to Spenst Hansen as an individual and as an officer of Spenst Hansen, Keystone Surveys, Inc., West Tintic Mining Company, South Iron Blossom Mining Co, and Axis Development Corp (Spenst Hansen).

We have now completed the necessary documentation to complete the transfer between Grand Central Silver Mines, Inc. and Spenst Hansen. Grand Central compiled a list of twenty five (25) disturbed sites which are associated with these two permits. Grand Central located these sites on a certified USDA aerial photograph of the western portion of the Tintic Mining District dated August 6, 1998. Grand Central prepared an acetate reclamation disturbance overlay for this photo and blowups of two USGS 7 ½ minute series topographic maps of the affected areas. In a phone conversation between you and Tom Munson on May 9th you stated that include these 25 sites would not be a problem. Mr. Jason Knowlton asked us to send you copies of these maps and the aerial photo. We have enclosed copies of these three documents and a billing for the cost of reproducing them at \$3.00 each. If these documents do not include all of the disturbances please let us know immediately.

The transfer document for the mine has been signed and executed by the Division Director. The exploration project transfer was signed and executed by the Minerals Permit Supervisor. As you know, we noted a minor problem with page 2 of the exploration transfer form. The transferee page from the Small Mine Operations permit transfer form had apparently been duplicated and also inserted into the exploration transfer form. We have corrected the language on this page and have obtained appropriate authorization from you and Grand Central to make the necessary changes.

Page 2
Spenst Hansen
E/023/033 and S/023/041
May 19, 2000

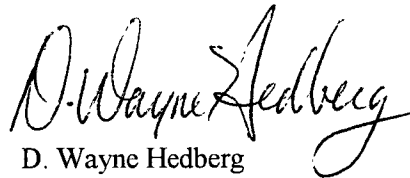
The effective date of the two transfers is May 12, 2000. *This effectively transfers the responsibility of these two projects and the reclamation of all related disturbances as identified on the maps and any additional disturbance performed to you.* Copies of the two executed transfer forms and maps are enclosed for your files.

By copy of this letter the Division hereby officially releases Grand Central Silver Mines from any further reclamation responsibilities at these sites. Spenst Hansen, is now the official party responsible for all exploration and mining activities, and reclamation obligations for these two projects.

Since the Division has not agreed to your reclamation responsibility at each of these sites, it will be necessary to have a plan prepared by you explaining what will be necessary to close each of these disturbances. Please provide this plan to the Division by June 15, 2000. If you require any additional site inspections to accomplish this, please provide us with enough lead time to arrange these inspections.

Thank you for your help in finalizing these transactions. If you have any questions regarding these transfers or this letter, please contact me or Tom Munson immediately at (801) 538-5286 or 538-5321 respectively.

Sincerely,

A handwritten signature in black ink, reading "D. Wayne Hedberg". The signature is fluid and cursive, with the first name "D." and last name "Hedberg" clearly legible.

D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

jb
Enclosure: 2 transfers (EXP & SMO), Aerial Photo,
2 topo maps, 5/8/00 letter w/disturbance list, invoice
cc: Barry Katona, Grand Central w/copies of transfers
E023033.ltr2